

**MANAGED GROWTH AGREEMENT**  
**BETWEEN THE CITY OF AUSTIN AND**  
**CENTRAL AUSTIN APARTMENTS LLC**

This Managed Growth Agreement ("Agreement") Between the City of Austin, Texas ("City") and Central Austin Apartments LLC ("Central Austin Apartments") is made and entered into by the City, a home rule municipal corporation acting by and through its duly authorized City Manager and Central Texas Apartments. Central Austin Apartments and the City may be referred to jointly as "Parties" or singly as "Party" in this Agreement.

**RECITALS**

1. On February 27, 2008, East Avenue IG, LP, the prior property owner, filed an application for a consolidated site plan for the construction of a mixed use building on property described in Exhibit A, which is attached hereto and incorporated herein ("the Property").
2. On September 26, 2008 the City approved Site Plan No SP-2008-0106C, authorizing the construction of a mixed use building, which will include multi-family residential, a movie theater, general retail, office, restaurant, drives, water quality, and drainage ponds, and infrastructure on 3.915 acres, "the Project". Portions of the Project, including some infrastructure improvements, have been completed.
3. Central Austin Apartments desires to obtain building permits for the project, realizing that due to the current economical conditions, it could take 10 years obtain building permits and construct buildings.

NOW, THEREFORE, for and in consideration of the mutual covenants, and conditions contained in this Agreement, and other good and valuable consideration, the City and Central Austin Apartments agree as follows:

**A R T I C L E I**  
**PURPOSE & LEGAL AUTHORITY**

**Section 1.01 Purpose.**

The purpose of this Agreement is to provide certainty that the Project will not be required to undergo design changes as a result of changes to City regulations over a long period of time required for Central Austin Apartments to obtain building permits and complete the Project.

**Section 1.02 Legal Authority.**

Section 25-1-540 of the City Code authorizes the execution of managed growth agreements for planning and developing large projects, long term projects, or any project having special benefits that are in the public interest. The Project is a long-term project because it is a mixed-use project and the design and construction will exceed five years.

**Section 1.03            Expiration Date**

Section 25-1-540 provides that a managed growth agreement may specify the time period during which a project may comply with the regulations in effect when the first application for the project is filed and establish an expiration date for each application necessary to complete the project. By Resolution No. \_\_\_\_\_, the City Council directed that the expiration date is to be September 26, 2022.

**ARTICLE II**  
**TERMS**

**Section 2.01            Original Regulations; Expiration Date**

Subject to Section 2.03 below, Central Austin Apartments may construct the Project to comply with City regulations in effect on February 27, 2008. The expiration date of Site Plan No. SP-2008-0106C for purposes of Chapter 25-5 of the City Code and the expiration date of the Project for purposes of Article 12 of Chapter 25-1 of the City Code shall be September 26, 2022.

**Section 2.02            Revisions to the Site Plan; Change in Ownership**

Minor revisions to the Project shall be permitted in accordance with the City Code and City regulations. However, Central Austin Apartments may not construct any improvements on the Property that the City Manager determines to vary substantially from the Project as defined by Site Plan No. SP-2008-0106C without forfeiting the rights granted under this Agreement to develop the Project under Original Regulations. This Agreement does not abridge the rights of Central Austin Apartments or its successors (including homebuilders who acquire one or more condominium units for resale to third parties) to sell and convey condominium units within the Project. However, if, without the City’s written consent, title to the remaining unsold inventory of condominium units within the Project is conveyed or assumed by an entity other than Central Austin Apartments, or an entity that directly or indirectly controls, is controlled by, or is under common control with Central Austin Apartments, the City Manager may terminate the rights granted under this Agreement to develop the Project under Original Regulations, in which case the Project and Site Plan No. SP-2008-0106C will expire on its original expiration date of September 26, 2012.



with required copy to: City Attorney  
P.O. Box 1088  
Austin, Texas 78767

Owner Central Austin Apartments LLC  
301 Congress Ave. Suite 500  
Austin, TX 78701  
Attention: M Timothy Clark

The Parties may change their addresses for Notice purposes by providing five days written notice of the changed address to the other Party.

If any date or period provided in this Agreement ends on a Saturday, Sunday, or legal holiday, the applicable period for calculating Notice is extended to the first business day following the Saturday, Sunday, or legal holiday.

**Section 3.02 Severability.**

The provisions of this Agreement are not severable. If any word, phrase, clause, sentence, paragraph, section, or other part of this Agreement, or the application of the word, phrase, clause, sentence, paragraph, section, or other part of this Agreement to any person or circumstance is held by a court of competent jurisdiction to be invalid or unconstitutional for any reason, the Parties agree and understand that the omission of the word, phrase, clause, sentence, paragraph, section, or other part of this Agreement would frustrate the purpose of this Agreement, and, therefore, in that event, this Agreement shall terminate.

**Section 3.03 Waiver.**

Any failure by a Party to the Agreement to insist on strict performance by the other Party of any provision of this Agreement shall not be deemed a waiver of the provision or of any other provision of the Agreement. A Party has the right at any time to insist on strict performance of any of the provisions of this Agreement.

**Section 3.04 Applicable Law and Venue.**

The construction and validity of this Agreement shall be governed by the laws of the State of Texas (without regard to conflict of laws principles). Venue shall be in Travis County, Texas.

**Section 3.05 Incorporation of Exhibits.**

All Exhibits attached to or referred to in this Agreement are incorporated into this Agreement by reference for the purposes set forth in this Agreement.

**Section 3.06 Assignability, Successors, and Assigns.**

This Agreement is not assignable by Central Austin Apartments or the City without the prior written consent of the City Council or Central Austin Apartments.

The Agreement shall be binding on and inure to the benefit of the Parties and their respective representatives, successors, and assigns.

**Section 3.07 Amendment.**

This Agreement may be amended only in writing on the approval of the City Council and Central Austin Apartments.

**ARTICLE IV**  
**DEFAULT AND REMEDIES FOR DEFAULT**

**Section 4.01 Default.**

On the occurrence, or alleged occurrence, of an event of default, the non-defaulting Party shall send the defaulting Party notice of its default or alleged default. Except as otherwise specifically provided in this Agreement, the defaulting Party must cure its default within 30 days following the receipt of the notice of the default, or, must begin to cure the default within 14 days following receipt of the notice of default and diligently pursue the cure to completion within 50 days of receipt of the notice of default. If the defaulting Party fails to abide by these deadlines, the non-defaulting Party shall have all rights and remedies available in law and equity and all rights and remedies provided in this Agreement. All of these rights and remedies shall be cumulative.

This Agreement shall be effective on the date it has been signed by both Parties.

By: Central Austin Apartments LLC

By: \_\_\_\_\_

Name: M. Timothy Clark

Title: President

Date: \_\_\_\_\_

Approved as to form:

City of Austin

Brent Lloyd  
Assistant City Attorney

Sue Edwards  
Assistant City Manager  
Date: \_\_\_\_\_

**EXHIBIT A**

**"The Property"**

Lot 1 & 2, Block A of East Avenue Subdivision, Doc. No.: 200800152